

Joshua A. Sussberg, P.C.
KIRKLAND & ELLIS LLP
KIRKLAND & ELLIS INTERNATIONAL LLP
601 Lexington Avenue
New York, New York 10022
Telephone: (212) 446-4800
Facsimile: (212) 446-4900

Patrick J. Nash, Jr., P.C. (admitted *pro hac vice*)
Ross M. Kwasteniet, P.C. (admitted *pro hac vice*)
Christopher S. Koenig
Dan Latona (admitted *pro hac vice*)
KIRKLAND & ELLIS LLP
KIRKLAND & ELLIS INTERNATIONAL LLP
300 North LaSalle Street
Chicago, Illinois 60654
Telephone: (312) 862-2000
Facsimile: (312) 862-2200

Counsel to the Post-Effective Date Debtors

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:)	Chapter 11
CELSIUS NETWORK LLC, <i>et al.</i> , ¹)	Case No. 22-10964 (MG)
Debtors.)	(Jointly Administered)
)	

NOTICE OF FILING OF OCTOBER 8, 2024 HEARING PRESENTATION

PLEASE TAKE NOTICE that the above-captioned post-effective date debtors (the “Post-Effective Date Debtors” and, prior to the Effective Date, the “Debtors”) hereby file the presentation (the “Presentation”), attached hereto as Exhibit A, that will be used at the hearing that will take place on **Tuesday, October 8, 2024 at 2:00 p.m., prevailing Eastern Time** (the “Hearing”) before the Honorable Martin Glenn, Chief United States Bankruptcy Judge of the United States Bankruptcy Court for the Southern District of New York.

¹ The Post-Effective Date Debtors in these chapter 11 cases, along with the last four digits of each Post-Effective Date Debtor’s federal tax identification number, are: Celsius Network LLC (2148); Celsius KeyFi LLC (4414); Celsius Lending LLC (8417); Celsius Mining LLC (1387); Celsius Network Inc. (1219); Celsius Network Limited (8554); Celsius Networks Lending LLC (3390); Celsius US Holding LLC (7956); GK8 Ltd. (1209); GK8 UK Limited (0893); and GK8 USA LLC (9450). The location of Post-Effective Date Debtor Celsius Network LLC’s principal place of business and the Post-Effective Date Debtors’ service address in these chapter 11 cases is 50 Harrison Street, Suite 209F, Hoboken, New Jersey 07030.

PLEASE TAKE FURTHER NOTICE that copies of the Presentation and other pleadings filed in the above-captioned chapter 11 cases may be obtained free of charge by visiting the website of Stretto at <http://www.cases.stretto.com/celsius>. You may also obtain copies of any pleadings by visiting the Court's website at <http://www.nysb.uscourts.gov> in accordance with the procedures and fees set forth therein.

[Remainder of page intentionally left blank]

New York, New York
Dated: October 7, 2024

/s/ Joshua A. Sussberg

KIRKLAND & ELLIS LLP
KIRKLAND & ELLIS INTERNATIONAL LLP
Joshua A. Sussberg, P.C.
601 Lexington Avenue
New York, New York 10022
Telephone: (212) 446-4800
Facsimile: (212) 446-4900
Email: joshua.sussberg@kirkland.com

- and -

Patrick J. Nash, Jr., P.C. (admitted *pro hac vice*)
Ross M. Kwasteniet, P.C. (admitted *pro hac vice*)
Christopher S. Koenig
Dan Latona (admitted *pro hac vice*)
300 North LaSalle Street
Chicago, Illinois 60654
Telephone: (312) 862-2000
Facsimile: (312) 862-2200
Email: patrick.nash@kirkland.com
ross.kwasteniet@kirkland.com
chris.koenig@kirkland.com
dan.latona@kirkland.com

Counsel to the Post-Effective Date Debtors

Exhibit A

Presentation



By Distribution Partner	Currently Eligible	\$ Successfully Distributed	% of Value Distributed	% of Creditors Distributed
PayPal/Venmo (Crypto) ¹	\$1.50 B	\$1.44 B 1.46 B	96 97 %	70 75 %
Coinbase (Crypto)	\$999 M 1.00 B	\$921 M 928 M	92 93 %	69 70 %
Stretto/Hyperwallet (USD) ²	\$232 M 229 M³	\$180 M 183 M	78 80 %	31 41 %
		\$2.73 B	\$2.54 B 2.57 B	93 94 %
				68 71 %

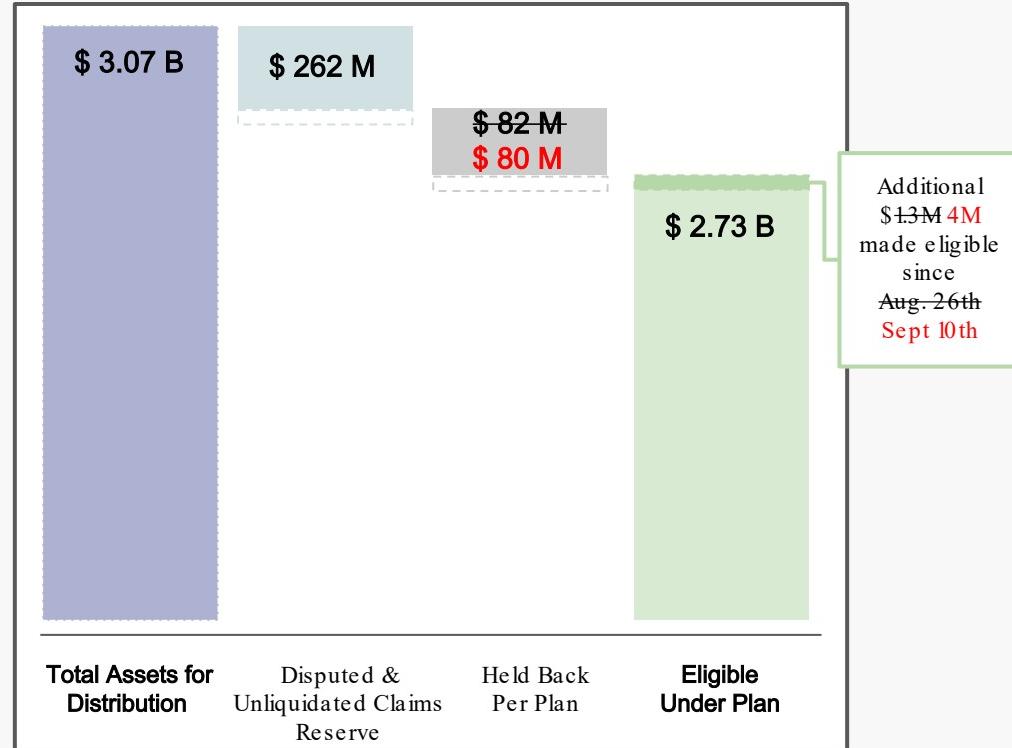
94 **96 % of Total Crypto Distributed**

Since Aug 26th - \$8.6M in distributions, and the currently eligible increased by \$1.3M

Since September 10th- \$30M in distributions to 18,000⁴ users, and the currently eligible increased by \$4M

1. Creditors who fail onboarding at PayPal/Venmo will be attempted at Coinbase, and creditors who fail onboarding at Coinbase will migrate to US Dollars (USD) distributions. This will cause "Currently Eligible" amounts to change over time as distributions are reassigned to new partners. 2. Includes \$3.3M attempted Hyperwallet distributions and \$926K 1.5M in successful Hyperwallet distributions. 3. This number reflects the reassignment of certain creditors from a Cash distribution to a Liquid Cryptocurrency distribution. 4. Of the 18,000 users with successful distributions since September 10th, 17,000 of those users had distribution values less than \$10,000.

- Total Assets for Distribution** Total Assets available for distribution as of the emergence date¹
- Disputed / Unliquidated Claims Reserve** Reserves for unliquidated and disputed claims, as well as claims that have not been fully reconciled
- Held Back Per the Plan** Claim distributions that are held back until creditor resolution. Ex. outstanding Withdrawal Preference Exposure (WPE)
- Currently Eligible Under the Plan** Assets available for distribution excluding disputed and unliquidated claims reserve and reserves held back per the plan



1. Consistent with the Plan and the Notice of Emergence filed at docket 4298, the chart above utilizes crypto pricing as of January 16, 2024.

Chart above reflects liquid crypto and fiat distributions only (i.e. excludes any recovery on account of Mining Co equity distributions).



- Ready for Corporate Supplemental Distribution upon Bankruptcy Court's ruling
- Rolling out a Crypto to Fiat Conversion Election option to enable creditors who are unable to redeem/receive their crypto distribution to receive USD instead
- Increasing the number of creditors that we route from PayPal to Coinbase, prior to end of Coinbase Distribution Term (Nov 9, 2024)
- Continued scaling up of Hyperwallet USD distributions, addressing creditors who have had issues receiving wires and checks; development of Lightweight Portal to aid in Hyperwallet scaling
- Continue cadence of alternating weekly distributions (one week newly eligible, and the next week reattempts and reroutes); will shift to Monthly at Coinbase starting December 2024
- New email system sending weekly emails to creditors reminding them to redeem
- Proactive outreach campaigns to creditors to resolve issues and raise awareness
 - PayPal
 - 27% reduction in unclaimed distributions (~52K+ creditors with active codes June 2024 vs 38K at end of Sept 2024; 14K creditors, ~\$33m)
 - Coinbase
 - 40K+ creditors who have not yet set up a Coinbase account
 - 10K+ creditors who have not been able to pass Coinbase KYC